

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program

March 13, 2007

Supervisor All A

Mine Name	BHY Mine	Permit number:	\$/005/003
viine Name:		rerinit number:	3/003/003

Operator Name: Pisgah Properties Inspection Date: November 9, 2006

Time: 2:00 pm

Inspector(s): Daron Haddock and Lynn Kunzler, DOGM

Other Participants: none Mine Status: No Activity

	Elements of Inspection	Evaluated	Comment	Enforcement
1.	Permits, Revisions, Transfer, Bonds			
2.	Public Safety (shafts, adits, trash, signs, highwalls)	\boxtimes		
3.	Protection of Drainages / Erosion Control			
4.	Deleterious Material			
5.	Roads (maintenance, surfacing, dust control, safety)			
5.	Concurrent Reclamation			
7.	Backfilling/Grading (trenches, pits, roads, highwalls,			
3.	Soils			
).	Revegetation			
10	. Other			

Purpose of Inspection:

This was a routine inspection while in the area.

Inspection Summary:

1. The NOI for this project was accepted on 5/31/96 - it has been ten years without activity. Observations made during this inspection determined that their has been no mining activity at this site. The operator was contacted via phone to have them submit a request to close file. Operator did not want to close file, and instead provided \$18,600 reclamation surety (cash) for potential reclamation of the 5- acre permit area.

Conclusions and Recommendations:

 A review of the requirement to reclaim if inactive for a ten-year period was reviewed with this project in mind. The requirement appears to only require reclamation, not necessarily closure of a file. Since there is no mine disturbance as of yet at this mine, no reclamation is required yet. Since the operator has provided a surety that would be adequate for the permitted disturbance, this site is considered to be in compliance.

Continue to monitor this site when in the area.

Inspector's Signature

LK:pb

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